

UNITED STATES BANKRUPTCY COURT

MOR-1

CASE NAME: Tubular Repair LLC
CASE NUMBER: 16-33434
PROPOSED PLAN DATE: filed

PETITION DATE: 7/6/2015 0:00
DISTRICT OF TEXAS: Southern
DIVISION: Houston

MONTHLY OPERATING REPORT SUMMARY FOR MONTH September YEAR 2016

MONTH	July	August	September	September	YEAR 2016
REVENUES (MOR-6)	13,615.00	8,113.25	20,739.90	0.00	0.00
INCOME BEFORE INT. DEPREC./TAX (MOR-6)	-154,806.00	-239,031.88	-61,633.77	0.00	0.00
NET INCOME (LOSS) (MOR-6)	-203,326.00	-287,465.96	-87,179.48	0.00	0.00
PAYMENTS TO INSIDERS (MOR-9)	0.00	0.00	0.00	0.00	0.00
PAYMENTS TO PROFESSIONALS (MOR-9)	0.00	0.00	0.00	0.00	0.00
TOTAL DISBURSEMENTS (MOR-8)	69,320.27	88,074.68	43,918.58	0.00	0.00

The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee

REQUIRED INSURANCE MAINTAINED AS OF SIGNATURE DATE		EXP. DATE
CASUALTY	YES (X) NO ()	11-30-2016
LIABILITY	YES (X) NO ()	11-30-2016
VEHICLE	YES (X) NO ()	11-30-2016
WORKERS	YES (X) NO ()	11-30-2016
OTHER	YES (X) NO ()	11-30-2016

Are all accounts receivable being collected within terms? Yes (X) No ()

Are all post-petition liabilities, including taxes, being paid within terms? Yes (X) No ()

Have any pre-petition liabilities been paid? Yes (X) No ()

PTO and payroll as approved by the court Yes (X) No ()

Are all funds received being deposited into DIP bank accounts? Yes (X) No ()

Were any assets disposed of outside the normal course of business? Yes (X) No ()

If so, describe Debtor sold substantially all assets through court authorized 363 sale

Are all U.S. Trustee Quarterly Fee Payments current? Yes (X) No ()

What is the status of your Plan of Reorganization? Pending

ATTORNEY NAME: Elizabeth M Guffey

FIRM NAME: Locke Lord LLP

ADDRESS: 600 Travis, Ste 2800

CITY, STATE, ZIP: Houston, TX 77002

TELEPHONE/FAX: 713-226 - 1328

IN ACCORDANCE WITH TITLE 28, SECTION 1746, OF THE UNITED STATES CODE, I DECLARE UNDER PENALTY OF PERJURY THAT I HAVE EXAMINED THE FOLLOWING MONTHLY OPERATING REPORT AND ANY ACCOMPANYING ATTACHMENTS AND, TO THE BEST OF MY KNOWLEDGE, THESE DOCUMENTS ARE TRUE, CORRECT, AND COMPLETE. HOWEVER THESE ARE INTERNALLY PREPARED FINANCIAL STATEMENTS, THEY HAVE NOT BEEN AUDITED BY AN EXTERNAL ACCOUNTING FIRM. ADDITIONALLY THE FINANCIAL INFORMATION PRESENTED IN THIS MONTHLY REPORT HAS NOT BEEN PREPARED IN ACCORDANCE TO GAAP. DECLARATION OF THE PREPARER (OTHER THAN RESPONSIBLE PARTY) IS BASED ON ALL INFORMATION OF WHICH PREPARER HAS ANY KNOWLEDGE.

SIGNED X

Bryan M Gaston
ORIGINAL SIGNATURE

BRYAN M GASTON

(PRINT NAME OF SIGNATORY)

DATE Revised 07/01/98

CASE NAME: Tubular Repair LLC
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COMPARATIVE BALANCE SHEETS

ASSETS	FILING DATE*	MONTH July	MONTH August	MONTH September	MONTH	MONTH	MONTH
CURRENT ASSETS							
Cash	-12,038.00	20,411.78	-22,041.33	45,873.59			
Accounts Receivable, Net	223,672.00	199,097.00	50,969.00	18,728.88			
Inventory: Lower of Cost or Market	1,047,511.00	1,047,511.00	1,047,511.00				
Prepaid Expenses	0.00	0.00	0.00	0.00			
Investments							
Other	6,927.00	6,927.00	6,927.00	6,927.00			
TOTAL CURRENT ASSETS	1,266,072.00	1,273,946.78	1,083,365.67	71,529.47	0.00	0.00	0.00
PROPERTY, PLANT & EQUIP. @ COST	10,158,103.00	10,158,103.00	10,158,102.93	655,000.00			
Less Accumulated Depreciation	3,524,839.00	3,572,979.00	3,620,950.93	189,098.24			
NET BOOK VALUE OF PP & E	6,633,264.00	6,585,124.00	6,537,152.00	465,901.76	0.00	0.00	0.00
OTHER ASSETS							
1. Tax Deposits							
2. Investments in Subsidiaries							
3. Electric Deposit							
4. related party receivables	84,986.00	84,986.00	84,986.00	84,986.46			
TOTAL ASSETS	\$7,984,322.00	\$7,944,056.78	\$7,705,503.67	\$622,417.69	\$0.00	\$0.00	\$0.00

* Per Schedules and Statement of Affairs

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Revised 07/01/98

\$0.00 (\$0.22) (\$0.45) (\$0.87)

CASE NAME: Tubular Repair LLC
CASE NUMBER: 16-33434

COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE*	MONTH July	MONTH August	MONTH September	MONTH	MONTH	MONTH
LIABILITIES							
POST-PETITION LIABILITIES(MOR-4)		104,169.00	153,612.08	169,940.42			
PRE-PETITION LIABILITIES							
Notes Payable - Secured	63,750.00	63,750.00	63,750.00	63,750.00			
Priority Debt	58,887.00	58,887.00	58,887.00	58,887.00			
Sales and USE	4,533.00	4,533.00	4,533.00	4,533.00			
FICA/Withholding	1,149.00	1,149.00	1,149.00	1,149.00			
Unsecured Debt	65,184.00	93,913.00	93,382.00	101,551.58			
Other	2,277,053.00	2,307,216.00	2,307,217.00	1,634,005.00			
TOTAL PRE-PETITION LIABILITIES	2,470,556.00	2,529,448.00	2,528,918.00	1,863,875.58	0.00	0.00	0.00
TOTAL LIABILITIES	2,470,556.00	2,633,617.00	2,682,530.08	2,033,816.00	0.00	0.00	0.00
OWNER'S EQUITY (DEFICIT)							
PREFERRED STOCK							
COMMON STOCK members equity	6,099,435.00	6,099,435.00	6,099,435.00	6,099,435.00			
ADDITIONAL PAID-IN CAPITAL	6,347,192.00	6,347,192.00	6,347,192.00	0.00			
RETAINED EARNINGS: Filing Date	-6,932,861.00	-6,932,861.00	-6,932,861.00	-6,932,861.00			
RETAINED EARNINGS: Post Filing Date		-203,326.00	-490,791.96	-577,971.44			
TOTAL OWNER'S EQUITY (NET WORTH)	5,513,766.00	5,310,440.00	5,022,974.04	-1,411,397.44	0.00	0.00	0.00
TOTAL							
LIABILITIES & OWNERS EQUITY	\$7,984,322.00	\$7,944,057.00	\$7,705,504.12	\$622,418.56	\$0.00	\$0.00	\$0.00

* Per Schedules and Statement of Affairs

MOR-3

Revised 07/01/98

\$0.87

\$0.45

\$0.22

\$0.00

Other - includes Intercompany Accounts
Addl Paid In Capital includes intercompany accounts also reduced for sale of assets

CASE NAME: Tubular Repair LLC
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SCHEDULE OF POST-PETITION LIABILITIES

	MONTH July	MONTH August	MONTH September	MONTH	MONTH	MONTH
TRADE ACCOUNTS PAYABLE						
TAX PAYABLE						
Federal Payroll Taxes						
State Payroll Taxes						
Ad Valorem Taxes						
Other Taxes	5,816.00	4,528.72	4,528.72			
TOTAL TAXES PAYABLE	5,816.00	4,528.72	4,528.72	0.00	0.00	0.00
SECURED DEBT POST-PETITION						
ACCRUED INTEREST PAYABLE		0.00	23,348.89			
ACCRUED PROFESSIONAL FEES*	65,465.00	132,714.00	134,562.81			
OTHER ACCRUED LIABILITIES						
1. Accrual Rent Expense	18,700.00	15,000.00	7,500.00			
2. AP Accrual for Utilities	1,222.67	-1,222.67				
3 Accrued Taxes & Medical & Payroll	10,376.38	-1,936.35				
4 Vacation	2,588.95	4,528.38				
5 Current portion of LTD		0.00	0.00			
TOTAL POST-PETITION LIABILITIES (MOR-3)	\$104,169.00	\$153,612.08	\$169,940.42	\$0.00	\$0.00	\$0.00

*Payment requires Court Approval

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CASE NAME: Tubular Repair LLC
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AGING OF POST-PETITION LIABILITIES
MONTH September

DAYS	TOTAL	TRADE ACCOUNTS	FEDERAL TAXES	STATE TAXES	AD VALOREM, OTHER TAXES	MONTH
0-30	12,028.72	7,500.00	4,528.72			
31-60	0.00					
61-90	0.00					
91+	0.00					
TOTAL	\$12,028.72	\$7,500.00	\$4,528.72	\$0.00	\$0.00	\$0.00

AGING OF ACCOUNTS RECEIVABLE

MONTH	July	August	September		
0-30 DAYS					
31-60 DAYS	53,061.55	3,610.00	0.00		
61-90 DAYS	20,313.00	47,689.00	47,689.00		
91+ DAYS	364,320.48	328,634.86	328,634.86		
TOTAL	\$437,695.03	\$379,933.86	\$376,323.86	\$0.00	\$0.00

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CASE NAME: Tubular Repair LLC
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STATEMENT OF INCOME (LOSS)

	MONTH July	MONTH August	MONTH September	MONTH	MONTH	MONTH	FILING TO DATE
REVENUES (MOR-1)	13,615.00	8,113.25	20,739.90				42,468.15
TOTAL COST OF REVENUES	133,558.00	195,218.59	67,248.39				396,024.98
GROSS PROFIT	-119,943.00	-187,105.34	-46,508.49	0.00	0.00	0.00	-353,556.83
OPERATING EXPENSES:							
Selling & Marketing							0.00
General & Administrative	17,814.00	20,112.73	11,264.69				49,191.42
Insiders Compensation							0.00
Professional Fees	1,566.00	2,531.90	1,848.81				5,946.71
Other	15,483.00	29,281.91	2,011.78				46,776.69
Other							0.00
TOTAL OPERATING EXPENSES	34,863.00	51,926.54	15,125.28	0.00	0.00	0.00	101,914.82
INCOME BEFORE INT, DEPR/TAX (MOR-1)	-154,806.00	-239,031.88	-61,633.77	0.00	0.00	0.00	-455,471.65
INTEREST EXPENSE	379.00	462.57	276.25				1,117.82
DEPRECIATION	48,141.00	47,971.51	25,269.46				121,381.97
OTHER (INCOME) EXPENSE*							0.00
OTHER ITEMS**							0.00
TOTAL INT, DEPR & OTHER ITEMS	48,520.00	48,434.08	25,545.71	0.00	0.00	0.00	122,499.79
NET INCOME BEFORE TAXES	-203,326.00	-287,465.96	-87,179.48	0.00	0.00	0.00	-577,971.44
FEDERAL INCOME TAXES							0.00
NET INCOME (LOSS) (MOR-1)	(\$203,326.00)	(\$287,465.96)	(\$87,179.48)	\$0.00	\$0.00	\$0.00	(\$577,971.44)

Accrual Accounting Required. Otherwise Footnote with Explanation.

* Footnote Mandatory.

** Unusual and/or infrequent item(s) outside the ordinary course of business requires footnote.

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CASE NAME: Tubular Repair LLC
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CASH RECEIPTS AND DISBURSEMENTS	MONTH July	MONTH August	MONTH September	MONTH	MONTH	MONTH	FILING TO DATE
1. CASH-BEGINNING OF MONTH	(\$12,038.00)	\$20,411.78	(\$22,041.33)	\$45,873.59	\$45,873.59	\$45,873.59	(\$12,038.00)
RECEIPTS:							
2. CASH SALES	0.00						0.00
3. COLLECTION OF ACCOUNTS RECEIVABLE	37,024.48	0.00	32,240.00				69,264.48
4. LOANS & ADVANCES (attach list)	64,745.57	45,621.57	56,950.37				167,317.51
5. SALE OF ASSETS	0.00						0.00
6. OTHER (attach list)	0.00		22,643.13				22,643.13
TOTAL RECEIPTS**	101,770.05	45,621.57	111,833.50	0.00	0.00	0.00	259,225.12
(Withdrawal) Contribution by Individual Debtor MFR-2*							0.00
DISBURSEMENTS:							
7. NET PAYROLL	43,804.21	33,887.11	40,710.79				118,402.11
8. PAYROLL TAXES PAID	12,238.14						12,238.14
9. SALES, USE & OTHER TAXES PAID	0.00	291.00					291.00
10. SECURED/RENTAL/LEASES	6,852.02	28,106.24					34,958.26
11. UTILITIES & TELEPHONE	227.83	3,266.40	1,900.36				5,394.59
12. INSURANCE Benefits	3,910.37	15,698.36	357.43				19,966.16
13. INVENTORY PURCHASES	0.00						0.00
14. VEHICLE EXPENSES	0.00	3,007.50					3,007.50
15. TRAVEL & ENTERTAINMENT	0.00						0.00
16. REPAIRS, MAINTENANCE & SUPPLIES	0.00		950.00				950.00
17. ADMINISTRATIVE Bank Fees	2,287.70	3,024.92					5,312.62
18. OTHER (attach list) PNC Loan LEDGER		793.15					793.15
TOTAL DISBURSEMENTS FROM OPERATIONS	69,320.27	88,074.68	43,918.58	0.00	0.00	0.00	201,313.53
19. PROFESSIONAL FEES							0.00
20. U.S. TRUSTEE FEES							0.00
21. OTHER REORGANIZATION EXPENSES (attach list)							0.00
TOTAL DISBURSEMENTS**	69,320.27	88,074.68	43,918.58	0.00	0.00	0.00	201,313.53
22. NET CASH FLOW	32,449.78	-42,453.11	67,914.92	0.00	0.00	0.00	57,911.59
23. CASH - END OF MONTH (MOR-2)	\$20,411.78	(\$22,041.33)	\$45,873.59	\$45,873.59	\$45,873.59	\$45,873.59	\$45,873.59

* Applies to Individual debtors only

**Numbers for the current month should balance (match)

RECEIPTS and CHECKS/OTHER DISBURSEMENTS lines on MOR-8

MOR-7

Revised 07/01/98

We do not see our collections AR come in as cash flow as it goes directly to the loan ledger.

6. Other 20739.9 Rent from IOS
 250 UPS Refund
 1653.23 Paycom Cobra reimbursement employees
 22643.1

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CASH ACCOUNT RECONCILIATION

MONTH OF September

BANK NAME	ACCOUNT NUMBER	8026323509	#	OPERATING	#	PAYROLL	#	TAX	OTHER FUNDS	TOTAL
ACCOUNT TYPE										
BANK BALANCE				0.00						\$0.00
DEPOSITS IN TRANSIT				0.00						\$0.00
OUTSTANDING CHECKS				0.00						\$0.00
ADJUSTED BANK BALANCE				\$0.00		\$0.00		\$0.00		\$0.00
BEGINNING CASH - PER BOOKS				-22,041.33						(\$22,041.33)
RECEIPTS*				111,833.50						\$111,833.50
TRANSFERS BETWEEN ACCOUNTS (WITHDRAWAL) OR CONTRIBUTION BY INDIVIDUAL DEBTOR MFR-2				0.00						\$0.00
CHECKS/OTHER DISBURSEMENTS*				43,918.58						\$0.00
ENDING CASH - PER BOOKS				\$45,873.59		\$0.00		\$0.00		\$43,918.58
									\$0.00	\$45,873.59

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*Numbers should balance (match) TOTAL RECEIPTS and
TOTAL DISBURSEMENTS lines on MOR-7

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\$81,809.60

-51647.53 Lockbox receipts to the loan ledger

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PAYMENTS TO INSIDERS AND PROFESSIONALS

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U.S. Bankruptcy Code) and the professionals. Also, for insiders, identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary).

INSIDERS: NAME/COMP TYPE	MONTH July	MONTH August	MONTH September	MONTH	MONTH	MONTH
1. none						
2.						
3.						
4.						
5.						
6.						
TOTAL INSIDERS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

PROFESSIONALS	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. none						
2.						
3.						
4.						
5.						
6.						
TOTAL PROFESSIONALS (MOR-1)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00

MOR-9

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